Senate File 416 - Introduced

SENATE FILE 416
BY COMMITTEE ON JUDICIARY

(SUCCESSOR TO SSB 1031)

A BILL FOR

- 1 An Act relating to authorization procedures for certain county
- 2 projects involving real property.
- 3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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- 1 Section 1. Section 331.301, subsection 10, paragraph e,
- 2 subparagraph (1), subparagraph division (a), Code 2013, is
- 3 amended to read as follows:
- 4 (a) The board must follow substantially the authorization
- 5 procedures of section 331.443 to authorize a lease or
- 6 lease-purchase contract for personal property which is payable
- 7 from the general fund. The board must follow substantially
- 8 the authorization procedures of section 331.443 to authorize
- 9 a lease or lease-purchase contract for real property which is
- 10 payable from the general fund if the principal amount of the
- 11 lease-purchase contract does not exceed the following limits:
- 12 (i) Four Six hundred thousand dollars in a county having a 13 population of twenty-five thousand or less.
- 14 (ii) Five Seven hundred fifty thousand dollars in a county
- 15 having a population of more than twenty-five thousand but not
- 16 more than fifty thousand.
- 17 (iii) Six Nine hundred thousand dollars in a county having
- 18 a population of more than fifty thousand but not more than one
- 19 hundred thousand.
- 20 (iv) Eight One million two hundred thousand dollars in a
- 21 county having a population of more than one hundred thousand
- 22 but not more than two hundred thousand.
- 23 (v) One million five hundred thousand dollars in a county
- 24 having a population of more than two hundred thousand.
- 25 Sec. 2. Section 331.441, subsection 2, paragraph b,
- 26 subparagraph (5), unnumbered paragraph 1, Code 2013, is amended
- 27 to read as follows:
- Public buildings, including the site or grounds of, and the
- 29 erection, equipment, remodeling, or reconstruction of, and
- 30 additions or extensions to the buildings, and including the
- 31 provision and maintenance of juvenile detention or shelter care
- 32 facilities, when the cost principal amount of the bonds does
- 33 not exceed the following limits:
- 34 Sec. 3. Section 331.441, subsection 2, paragraph c,
- 35 subparagraph (9), Code 2013, is amended to read as follows:

1 (9) Public buildings, including the site or grounds of,
2 the erection, equipment, remodeling, or reconstruction of, and
3 additions or extensions to the buildings, and including the
4 provision and maintenance of juvenile detention or shelter care
5 facilities, when the cost principal amount of the bonds exceeds
6 the limits stated in subsection 2, paragraph "b", subparagraph
7 (5).

8 EXPLANATION

- 9 This bill relates to the authorization procedures for county 10 projects involving real property by raising certain limitation 11 amounts.
- 12 The bill increases the threshold amounts that determine
- 13 whether a project can be undertaken using the procedures for
- 14 essential county purpose bonds when the project involves
- 15 a lease contract or a lease-purchase contract. The bill
- 16 increases the threshold amounts in the following manner: For
- 17 counties with a population of 25,000 or less, the threshold
- 18 amount is increased from \$400,000 to \$600,000; for counties
- 19 with a population of more than 25,000 but not more than 50,000,
- 20 the threshold amount is increased from \$500,000 to \$750,000;
- 21 for counties with a population of more than 50,000 but not
- 22 more than 100,000, the threshold amount is increased from
- 23 \$600,000 to \$900,000; for counties with a population of more
- 24 than 100,000 but not more than 200,000, the threshold amount
- 25 is increased from \$800,000 to \$1.2 million; and for counties
- 26 with a population of more than 200,000, the threshold amount is
- 27 increased from \$1 million to \$1.5 million.
- 28 The bill modifies the definition of "essential county
- 29 purpose" to specify that public building projects meet the
- 30 definition of "essential county purpose" if the principal
- 31 amount of the bonds does not exceed certain threshold amounts
- 32 based upon the population of the county. Current law specifies
- 33 that a public building project meets the definition of an
- 34 "essential county purpose" if the costs of the project do not
- 35 exceed certain threshold amounts based upon the population of

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- 1 the county.
- 2 The bill modifies the definition of "general county purpose"
- 3 to specify that public building projects meet the definition of
- 4 "general county purpose" if the principal amount of the bonds
- 5 exceeds certain threshold amounts based upon the population
- 6 of the county. Current law specifies that a public building
- 7 project meets the definition of "general county purpose" if the
- 8 costs of the project exceed certain threshold amounts based
- 9 upon the population of the county.
- 10 Generally, an essential county purpose bond issuance does
- 11 not require approval of the voters and a general county purpose
- 12 bond issuance requires approval of the voters.